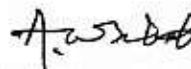
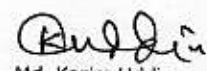


NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY
CONSOLIDATED BALANCE SHEET (UN-AUDITED)
AS AT 30 JUNE, 2020

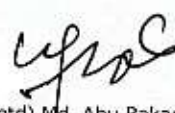
| PARTICULARS | NOTE | 30.06.2020 AMOUNT IN TAKA | 31.12.2019 AMOUNT IN TAKA |
|---|------|------------------------------|------------------------------|
| CAPITAL AND LIABILITIES: | | | |
| SHARE HOLDERS' CAPITAL | | | |
| AUTHORISED | | | |
| 200,000,000 Ordinary Shares of Tk.10/- each | | 2,000,000,000 | 2,000,000,000 |
| ISSUED, SUBSCRIBED AND PAID-UP | | | |
| 108,521,981 Ordinary Shares of Tk.10/-each | | 1,085,219,810 | 1,085,219,810 |
| RETAINED EARNINGS (NLI SECURITIES LTD) | | 257,484,404 | 229,411,142 |
| NON-CONTROLLING INTEREST(NLI SECURITIES LTD) | | 17,135,905 | 16,303,420 |
| BALANCE OF FUND AND ACCOUNTS | | | |
| LIFE INSURANCE FUND | | 37,158,951,172 | 36,992,608,321 |
| AMOUNT DUE TO OTHER PERSONS OR BODIES | | | |
| CARRYING ON INSURANCE BUSINESS | | 95,475,487 | 84,994,213 |
| FAIR VALUE CHANGES ACCOUNT | | (674,435,036) | (477,603,464) |
| LIABILITIES AND PROVISIONS : | | | |
| Estimated liabilities in respect of outstanding claims whether due or intimated | | 1,552,045,266 | 2,987,007,064 |
| Premium Deposits | | 146,523,896 | 153,603,535 |
| Sundry Creditors | | 4,840,563,876 | 4,733,392,565 |
| | | 6,539,133,038 | 7,874,003,164 |
| TOTAL CAPITAL AND LIABILITIES | | 44,478,964,780 | 45,804,936,606 |
| PROPERTY AND ASSETS | | | |
| LOANS | | | |
| Policy Loan(On Insurers' Policies within their surrender value) | | 536,214,856 | 512,103,138 |
| Other Loans | | 103,442,890 | 106,201,672 |
| | | 639,657,746 | 618,304,810 |
| INVESTMENTS | | | |
| Statutory Deposit with Bangladesh Bank(BGTB) | | 15,000,000 | 15,000,000 |
| Bangladesh Govt. Treasury Bond | | 12,499,000,000 | 10,599,929,322 |
| Shares, Bonds, Mutual Funds and Debentures | | 4,948,448,982 | 4,867,507,846 |
| | | 17,462,448,982 | 15,482,437,168 |
| NLI SECURITIES LTD. | | 240,150,000 | 240,150,000 |
| OUTSTANDING PREMIUMS | | 728,945,658 | 2,394,174,661 |
| INTEREST, DIVIDEND AND RENTS ACCRUING BUT NOT | | 1,584,269,783 | 1,671,967,289 |
| ADVANCE, DEPOSITS AND PREPAYMENTS | | 2,357,034,985 | 2,447,332,635 |
| SUNDRY DEBTORS | | 843,927,287 | 758,829,825 |
| CASH, BANK & OTHER BALANCES : | | | |
| Fixed Deposit with Banks & Financial Institutions | | 16,457,500,000 | 17,125,394,472 |
| STD, SND and CD Account with Banks | | 1,763,022,209 | 2,674,505,233 |
| Cash in Hand | | 2,589,360 | 2,638,118 |
| Imprest with Organizational Offices | | 102,345,890 | 104,721,870 |
| | | 18,325,457,459 | 19,907,259,693 |
| OTHER ACCOUNTS | | | |
| Policy stamps in hand | | 1,795,650 | 1,887,331 |
| Printing and Stationery in hand | | 8,678,560 | 8,716,862 |
| Freehold Land (at cost) | | 1,194,712,548 | 1,194,712,548 |
| Freehold Land, Building & Other Fixed Assets at NLI Tower (At cost less Depreciation) | | 249,253,562 | 242,581,615 |
| Other Fixed Assets (At cost less Depreciation) | | 842,632,560 | 836,582,169 |
| TOTAL PROPERTY AND ASSETS | | 44,478,964,780 | 45,804,936,606 |

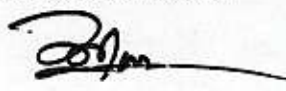

Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer

Place Dhaka
August 6, 2020


Air Cdre (Retd) Md. Abu Bakar, FCA
Director

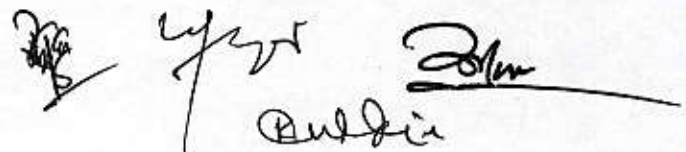

Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED LIFE REVENUE AND PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED ON JUNE 30, 2020

| Particulars | Half year ended | | Quarter ended | |
|--|--------------------------------|--------------------------------|------------------------------|------------------------------|
| | 01 January to 30 June, 2020 | 01 January to 30 June, 2019 | 01 April to 30 June, 2020 | 01 April to 30 June, 2019 |
| | TAKA | TAKA | TAKA | TAKA |
| BALANCE OF LIFE INSURANCE FUND AT THE BEGINNING OF THE PERIOD | 36,992,608,321 | 34,616,557,543 | 36,631,548,538 | 34,271,518,272 |
| RETAINED EARNINGS AT THE BEGINNING OF THE PERIOD (NLI SECURITIRS LTD.) | 229,411,142 | 184,528,473 | 252,631,105 | 208,724,380 |
| INCOME : | | | | |
| PREMIUM INCOME: | | | | |
| FIRST YEAR PREMIUM: | | | | |
| Ordinary life | 300,143,470 | 539,188,486 | 145,888,800 | 369,181,109 |
| Jana Bima | 157,010,569 | 183,695,067 | 100,631,289 | 112,399,659 |
| Islami Takaful | 41,170,212 | 78,357,824 | 16,613,322 | 56,374,764 |
| National Pension Deposit Insurance | 59,459,300 | 73,375,000 | 35,893,800 | 39,751,400 |
| | 557,783,551 | 874,616,377 | 299,027,211 | 577,703,932 |
| RENEWAL PREMIUM: | | | | |
| Ordinary Life | 1,178,569,320 | 1,427,882,604 | 905,664,051 | 1,105,267,076 |
| Jana Bima | 187,546,890 | 251,666,284 | 187,149,290 | 250,920,934 |
| Islami Takaful | 112,045,698 | 152,991,579 | 88,482,908 | 128,886,750 |
| National Pension Deposit Insurance | 92,645,876 | 116,632,532 | 92,120,076 | 118,237,632 |
| | 1,670,807,784 | 1,951,172,999 | 1,273,416,325 | 1,603,312,392 |
| GROUP TERM INSURANCE PREMIUM | 41,132,860 | 40,125,806 | 23,307,120 | 24,226,334 |
| Gross Premium | 2,169,724,195 | 2,865,915,182 | 1,595,750,656 | 2,205,242,658 |
| Less: Premium on Re-insurance | 11,645,860 | 11,520,325 | 9,630,500 | 9,483,620 |
| Net Premium | 2,158,078,335 | 2,854,394,857 | 1,586,120,156 | 2,195,759,038 |
| INTEREST, DIVIDEND & RENTS | 1,560,302,283 | 1,452,234,835 | 723,983,908 | 693,113,591 |
| OTHER INCOME | 25,689,648 | 21,585,360 | 12,771,668 | 7,656,569 |
| BROKERAGE COMMISSION (NLI SECURITIES LTD) | 14,799,198 | 45,547,958 | 903,105 | 14,975,712 |
| TOTAL | 40,980,888,927 | 39,173,849,026 | 39,207,958,480 | 37,391,747,562 |
| EXPENDITURE : | | | | |
| CLAIMS UNDER POLICIES | | | | |
| (Including provision for claim due or intimated) less Re-Insurance | | | | |
| By Death | 107,632,381 | 85,668,930 | 49,397,838 | 27,603,630 |
| By Maturity | 1,630,160,636 | 1,702,763,258 | 798,936,986 | 688,539,799 |
| By Survival | 644,097,315 | 556,562,801 | 283,566,535 | 218,315,149 |
| By Surrenders | 30,534,649 | 46,508,154 | 6,167,060 | 24,304,345 |
| By Others | 11,716,416 | 32,488,356 | (2,677,251) | 21,643,481 |
| | 2,424,141,397 | 2,423,991,499 | 1,135,391,168 | 1,180,406,384 |
| EXPENSES OF MANAGEMENT | | | | |
| Commission | | | | |
| (a) Commission to Insurance agent (Less that on Re-Insurance) | 225,005,823 | 285,399,333 | 165,445,388 | 193,890,914 |
| (b) Allowances and Commission (Other than Commission in sub-item(a) above) | 132,998,669 | 170,510,145 | 97,353,804 | 116,211,650 |
| | 358,004,492 | 455,909,478 | 262,799,192 | 310,102,564 |
| Salaries etc.(other than of agents & those contained in the allowances & commission) | 512,840,852 | 491,502,145 | 263,623,997 | 249,121,248 |
| Office Rent | 32,950,513 | 57,150,518 | 16,708,475 | 26,803,005 |
| Travelling and conveyance | 4,281,088 | 6,028,756 | 850,126 | 3,148,610 |
| Directors' Fees | 180,000 | 500,000 | - | 250,000 |
| Medical Expenses for Policy Holders | 3,571,357 | 13,238,025 | (2,415,399) | 6,944,440 |
| Training Expenses | 1,297,659 | 1,316,500 | - | (23,863) |
| Professional Fees | 182,650 | 330,200 | 70,400 | 155,300 |
| Advertisement and Publicity | 6,018,350 | 6,925,800 | 2,197,466 | 3,209,100 |
| Printing and Stationery | 5,040,512 | 9,581,554 | (900,287) | 3,456,724 |
| Fuel Expenses | 8,367,032 | 15,938,413 | 1,241,750 | 8,758,079 |

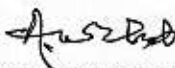




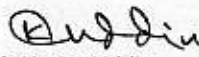
NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS (UN - AUDITED) FOR THE HALF YEAR ENDED ON 30 JUNE, 2020

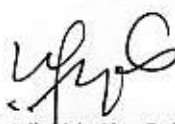
| | 30.06.2020 TAKA | 30.06.2019 TAKA |
|---|------------------------|-----------------------|
| <u>CASH FLOWS FROM OPERATING ACTIVITIES:</u> | | |
| Collection from premium | 3,822,521,149 | 4,735,431,798 |
| Other Income | 40,488,846 | 67,133,318 |
| Interest, dividend & rents | 2,191,859,328 | 2,173,145,769 |
| Payments for claims, annuities & surrenders | (3,859,103,195) | (4,168,013,094) |
| Payment for operating activities | (1,664,856,870) | (1,612,594,153) |
| Income Tax paid | (157,642,365) | (131,239,393) |
| Net cash generated from operating activities (a) | 373,266,893 | 1,063,864,245 |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES:</u> | | |
| Disbursement of policy loan | (106,468,204) | (95,461,728) |
| Realisation of policy loan | 72,356,486 | 64,317,844 |
| Disbursement of home & other loans | (3,034,892) | (1,160,884) |
| Realisation of home & other loans | 6,431,392 | 7,054,793 |
| Investment made | (1,914,935,129) | (185,900,114) |
| Acquisition of fixed assets | (9,418,780) | (74,824,443) |
| Net cash used in investing activities (b) | (1,955,069,127) | (285,974,532) |
| <u>CASH FLOWS FROM FINANCING ACTIVITIES:</u> | | |
| Dividend paid | - | (1,080) |
| Net cash flows in Financing Activities © | - | (1,080) |
| Net increase/(decrease) in cash & cash equivalents (a+b+c) | (1,581,802,234) | 777,888,633 |
| Cash and cash equivalents at the beginning of the period | 19,907,259,693 | 17,808,323,394 |
| Cash and cash equivalents at the end of the period | 18,325,457,459 | 18,586,212,027 |



Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer

Place: Dhaka
August 6, 2020


Air Cdre (Retd) Md. Abu Bakar, FCA
Director


Morshed Alam
Chairman



NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 2ND QUARTER ENDED ON JUNE 30, 2020

| Particulars | Atributable to the equity holders of NLI Co. Ltd. | | | Non-controlling interest | Total | |
|-----------------------------------|---|----------------------|--------------------|--------------------------|-------------------|----------------------|
| | Share Capital | | Retained earnings | | | Total |
| | Paid in cash | Bonus | | | | |
| As on January 01, 2020 | 30,000,000 | 1,055,219,810 | 229,411,141 | 1,314,630,951 | 16,303,420 | 1,330,934,371 |
| Addition during the period | - | - | 28,073,263 | 28,073,263 | 832,485 | 28,905,748 |
| Equity as at June 30, 2020 | 30,000,000 | 1,055,219,810 | 257,484,404 | 1,342,704,214 | 17,136,905 | 1,359,840,119 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 2ND QUARTER ENDED ON JUNE 30, 2019

| Particulars | Atributable to the equity holders of NLI Co. Ltd. | | | Non-controlling interest | Total | |
|-----------------------------------|---|----------------------|--------------------|--------------------------|-------------------|----------------------|
| | Share Capital | | Retained earnings | | | Total |
| | Paid in cash | Bonus | | | | |
| As on January 01, 2019 | 30,000,000 | 1,055,219,810 | 184,528,473 | 1,269,748,283 | 14,972,220 | 1,284,720,503 |
| Addition during the period | - | - | 43,605,582 | 43,605,582 | 1,293,360 | 44,898,942 |
| Equity as at June 30, 2019 | 30,000,000 | 1,055,219,810 | 228,134,055 | 1,313,353,865 | 16,265,580 | 1,329,619,445 |


Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer


Air Cdre (Retd) Md. Abu Bakar, FCA
Director


Morshed Alam
Chairman

Place: Dhaka
August 6, 2020

**NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED ON JUNE 30, 2020**

1.00 Company and its Activities

1.01 Legal status and nature of the company :

National Life Insurance Company Limited was incorporated on 12th February 1985 under the Companies Act, 1913 and obtained Certificate of Commencement of Business on that date from the Registrar of Joint Stock Companies and Firms of Bangladesh and the Certificate of Commencement of Insurance from the Chief Controller of Insurance, Government of the Peoples Republic of Bangladesh on 23rd April, 1985. The Company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The Registered office of the company is situated at its own Building at NLI TOWER, 54, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka-1215.

2.00 Nature of Business :

The company is engaged in the Life Insurance Business and at present its schemes are as under:

- A) Individual Life Insurance
 - i) Ordinary Life
 - ii) Jana Bima
 - iii) Islami Takaful
 - iv) National Pension Deposit Insurance
- B) Group Life Insurance
- C) Personal Accidental Insurance

3.00 Components of the Financial Statements

The financial statements include the following components:

- a) Balance Sheet
- b) Life Revenue Account
- c) Statement of Cash Flows
- d) Statement of Changes in Equity
- e) Notes to the Financial Statement

4.00 Significant Accounting Policies

4.01 Basis of preparation of Financial Statements

The financial statements have been prepared on accrual basis of accounting, under Historical Cost Convention as a Going Concern (IAS-1) since there was no significant doubt or uncertainty to continue the operation of the company in the foreseeable future. It is mentioned here that the management do not see any issue with respect to going concern due to recent pandemic COVID-19.

The interim accounts have been prepared using the same accounting policies as those adopted in the accounts for the financial term 30 June, 2020 and there have been no changes in those policies since then.

Previously reported interim periods figures have been restated to confirm to current periods presentation where necessary.

4.02 Statements of Compliance

The following underlying assumptions, measurement base, laws, rules, regulations and accounting pronouncements have been considered in preparing and presenting the financial statements:

- a) The Insurance Act, 2010
- b) The Insurance Act, 1938
- c) The Insurance Rules 1958
- d) The Companies Act, 1994
- e) The Bangladesh Securities and Exchange Rules, 1987
- f) The Income Tax ordinance, 1984
- g) The Listing Regulations of Dhaka and Chittagong Stock Exchanges
- h) The International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).
- i) Prevention of Money Laundering Act, 2012 and Anti Terrorism Act, 2009 (Amended in 2013) of Bangladesh Financing of Terrorism.
- j) Any other applicable Laws, Regulations, Covenants and Conventions etc.

5.00 Basis of Consolidation

The Financial Statements of the company & its subsidiary have been consolidated in accordance with International Financial Reporting Standard (IFRS) -10, "Consolidated Financial Statement". The financial statements of NLI Securities Ltd. have been fully reflected to the Consolidated Financial Statements.

6.00 SHARES, MUTUAL FUNDS & BONDS :

According to IDRA circular No. Life -04/2012 dated 11 June, 2012 the value of Shares, Mutual Funds & Bonds have been shown at fair value based on their quoted market price as on 30.06.2020.

